

WORKFORCE SAFETY AND INSURANCE

State Investment Board Balance Sheet As of 6/30/2007

	As of <u>6-30-07</u>	As of <u>6-30-06</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 178,712,804	\$ 158,760,077
INTERNATIONAL EQUITIES	113,825,061	91,884,174
DOMESTIC FIXED INCOME	911,430,811	858,532,445
REAL ESTATE	83,827,121	74,348,779
INVESTED CASH (NOTE 1)	<u>4,030,856</u>	<u>8,852,300</u>
TOTAL INVESTMENTS	1,291,826,653	1,192,377,775
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	8,772,692	8,924,644
MISCELLANEOUS RECEIVABLE	<u>1,569</u>	<u>1,425</u>
TOTAL RECEIVABLES	8,774,261	8,926,069
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	252,579,982	326,131,613
OPERATING CASH	<u>26,046</u>	<u>34,570</u>
TOTAL ASSETS	<u>\$ 1,553,206,942</u>	<u>\$ 1,527,470,027</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	252,579,982	326,131,613
ACCOUNTS PAYABLE	7,015	6,069
ACCRUED EXPENSES	14,310	13,623
INVESTMENT EXPENSE PAYABLE	<u>648,030</u>	<u>539,102</u>
TOTAL LIABILITIES	253,249,337	326,690,407
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,200,779,620	1,168,197,496
RESTATED AMOUNT	0	(5,260)
CASH IN DURING YEAR (NOTE 3)	4,500,000	11,500,000
CASH OUT DURING YEAR (NOTE 4)	26,500,000	18,500,000
NET INCREASE (DECREASE)	<u>121,177,985</u>	<u>39,587,384</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>1,299,957,605</u>	<u>1,200,779,620</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 1,553,206,942</u>	<u>\$ 1,527,470,027</u>

9/10/2007

WORKFORCE SAFETY AND INSURANCE

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2007

	Month Ended <u>6-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,736,068	\$ 49,209,391
SECURITIES LENDING INCOME	<u>1,241,063</u>	<u>14,913,431</u>
	4,977,131	64,122,822
 GAIN ON SALE OF INVESTMENTS	 15,946,050	 101,789,935
LOSS ON SALE OF INVESTMENTS	<u>10,389,246</u>	<u>66,974,849</u>
 NET GAINS (LOSSES) INVESTMENTS	 5,556,804	 34,815,086
 INVESTMENT EXPENSES	 580,102	 3,695,924
SECURITIES LENDING EXPENSES	1,186,464	14,539,360
 NET INVESTMENT INCOME	 8,767,369	 80,702,624
 NET APPREC (DEPREC) MARKET VALUE	 (11,528,660)	 40,563,608
MISCELLANEOUS INCOME/(EXPENSE)	<u>502</u>	<u>22,429</u>
 TOTAL INVESTMENT INCOME	 <u>(2,760,789)</u>	 <u>121,288,661</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	19,717	110,676
 NET INCREASE (DECREASE)	 <u>\$ (2,780,506)</u>	 <u>\$ 121,177,985</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2007

	As of <u>6/30/07</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	111,948,491
SMALL CAP EQUITY	40,688,691
DOMESTIC EQUITIES	<u>152,637,183</u>
INTERNATIONAL EQUITY	82,249,596
FIXED INCOME	905,082,699
REAL ESTATE	74,482,771
INVESTED CASH (NOTE 1)	<u>4,030,856</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$1,218,483,104</u></u>

WORKFORCE SAFETY AND INSURANCE
Notes To Financial Statements
June 30, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.